

Consolidated Financial Flash Report (June 30, 2011)

Date: July 29, 2011

Company Name : Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)
Phone : (075) 955-6525

Stock Exchange Listings:
Tokyo Stock Exchange
Osaka Securities Exchange
Stock Exchange of Singapore

1. Consolidated financial results for the three months ended June 30, 2011

(1) Operating results

	Net sales		Operating income		Income before income taxes		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2011	143,232	(6.8)	17,233	(19.8)	19,109	(17.9)	14,240	(7.9)
Three months ended June 30, 2010	153,672	30.8	21,494	-	23,275	-	15,464	-

Comprehensive income: 11,345 million yen for the year ended June 30, 2011 and 6,544 million yen for the year ended June 30, 2010

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2011	66.35	66.35
Three months ended June 30, 2010	72.05	72.05

* Percentages in the fields of Net sales, Operating income, Income before income taxes, and Net income are the growth ratios against the same period of the previous fiscal year.

*The Companies' "Net income" is computed in the same method as "Net income attributable to the Company's shareholders" under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 810, "Consolidation" in the United States of America.

(2) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2011	967,043	821,756	85.0	3,828.65
As of March 31, 2011	988,508	821,144	83.1	3,825.80

2. Dividends (Year ended March 31, 2011 and the year ending March 31, 2012)

	Cash dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
2011	-	50.00	-	50.00	100.00
2012	-	-	-	-	-
2012 (Projected)	-	50.00	-	50.00	100.00

*No change in the projected dividends during the three months ended June 30, 2011.

3. Projected financial results for the six months ending September 30, 2011 and the year ending March 31, 2012 (Consolidated basis)

	Net sales		Operating income		Income before income taxes		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2011	310,000	(1.6)	40,000	(13.5)	43,000	(9.4)	28,000	(9.9)	130.45
Year ending March 31, 2012	650,000	5.2	84,000	8.4	89,000	8.5	58,000	8.4	270.23

*No change in the projected financial results during the three months ended June 30, 2011.

Percentages in the fields of Net sales, Operating income, Income before income taxes and Net income for the six months ending September 30, 2011 are the growth ratio against the six months ended September 30, 2010.

Percentages for the year ending March 31, 2012 are the growth ratio against the previous year.

4. Other

(1) Changes in significant subsidiaries during the three months ended June 30, 2011 (changes in specific subsidiaries that caused change in scope of consolidation) : None

(2) Adoption of simplified and specifically applied accounting method

The Company adopted accounting method specifically applied for quarterly consolidated financial reporting.

*See "Business Results and Financial Position - 4. Other" for more detailed information.

(3) Changes in accounting policy

Changes due to adoption of new accounting standard: None

Changes due to reasons other than above: None

(4) Number of common shares outstanding

Number of shares outstanding including treasury stock: 225,263,592 shares as of June 30, 2011 and as of March 31, 2011

Number of treasury stock: 10,630,259 shares as of June 30, 2011 and 10,630,041 shares as of March 31, 2011

Average number of shares outstanding: 214,633,448 shares for the three months ended June 30, 2011 and 214,629,537 shares for the three months ended June 30, 2010

*Notes to the projected financial results

The above projections were prepared based on estimates using information currently available.

Actual results may differ from the projections. For assumptions and other information regarding the projections, refer to "Business Results and Financial Position".

Business Results and Financial Position
(from April 1, 2011 through June 30, 2011)

1. Business Results

(1) General Overview

The global electronics markets for the period under review have started amid difficult environments caused by delay in the recovery of the U.S. employment and housing markets, euro-zone's sovereign-debt problems and disruption in supply chains brought by the Great East Japan Earthquake. In the market of electronic components, the demand remained inactive owing to the weak demand for notebook PCs and AV devices, in addition to the demand contraction as a reaction to the demand surge for components right after the earthquake.

Under these market circumstances, the Company has continued to take cost reduction measures such as the streamlining of the production processes and the comprehensive reduction of fixed costs. Aiming at the expansion of the production capacity outside Japan, which is a medium term objective of the Company, it started operations at a new factory building for multilayer ceramic capacitors in Wuxi, China in April 2011. In May 2011, it completed the construction of a new manufacturing building for noise suppression components in Thailand.

(2) Consolidated Results Overview

As a result, the Company's business results for the period under review are as follows.

	Millions of yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*		%*		%
Net sales	153,672	100.0	143,232	100.0	(10,440)	(6.8)
Operating income	21,494	14.0	17,233	12.0	(4,261)	(19.8)
Income before income taxes	23,275	15.1	19,109	13.3	(4,166)	(17.9)
Net income	15,464	10.1	14,240	9.9	(1,224)	(7.9)
Average exchange rates (Yen/U.S. dollar)	92.02	-	81.75	-	(10.27)	-

*Ratio to net sales

Net sales for the three-month under review decreased to 143,232 million yen, down 6.8% from the three months ended June 30, 2010. Operating income was 17,233 million yen, down 19.8%, income before income taxes was 19,109 million yen, down 17.9%, and net income was 14,240 million yen, down 7.9%, from the same period of 2010. The primary factors for the profit decline were the price decline and the appreciation of the yen, whose average rate against the U.S. dollar rose by 10.27 yen from the same period of 2010, while there were positive factors from comprehensive cost reductions.

(3) Sales by Product Category

Net sales by product category for the period under review are as follows.

	Millions of yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*		%*		%
Capacitors	54,902	35.9	55,838	39.1	936	1.7
Piezoelectric Components	23,183	15.1	19,112	13.4	(4,071)	(17.6)
Other Components	29,182	19.1	28,182	19.8	(1,000)	(3.4)
Components Total	107,267	70.1	103,132	72.3	(4,135)	(3.9)
Communication Modules	32,014	20.9	27,263	19.1	(4,751)	(14.8)
Power Supplies and Other Modules	13,846	9.0	12,256	8.6	(1,590)	(11.5)
Modules Total	45,860	29.9	39,519	27.7	(6,341)	(13.8)
Net sales	153,127	100.0	142,651	100.0	(10,476)	(6.8)

*Component ratio

<Components>

Sales of Components for the period under review decreased by 3.9% year-on-year to 103,132 million yen.

[Capacitors]

The Capacitors category includes multilayer ceramic capacitors.

For the period under review, sales of chip multilayer ceramic capacitors, the main product in this category, maintained steady growth mainly because sales of high-capacitance capacitors increased significantly for mobile phones and automotive electronics although sales for AV devices decreased largely.

As a result, overall net sales increased by 1.7% year-on-year to 55,838 million yen.

[Piezoelectric Components]

The Piezoelectric Components category includes SAW (surface acoustic wave) filters, ceramic resonators, piezoelectric sensors, and ceramic filters.

For the period under review, sales of SAW filters increased greatly in quantity terms thanks to growing production of mobile phones, but decreased in value terms owing to price decline and the appreciation of the yen. Sales of ceramic resonators slowed down mainly for automotive electronics. Piezoelectric sensors suffered a drop in sales of shock sensors for hard disk drives and ultrasonic sensors for back sonar.

As a result, overall net sales decreased by 17.6% year-on-year to 19,112 million yen.

[Other Components]

Other Components include EMI (electro-magnetic interference) suppression filters, inductors (coils), thermistors, connectors, and sensors.

For the period under review, sales of EMI suppression filters dropped significantly for AV devices, resulting in declined sales from the same period of 2010. Inductors (coils) attained steady growth because of growing sales for all applications but AV devices. Sales of connectors grew greatly mainly for tablet PCs.

As a result, overall net sales decreased by 3.4% year-on-year to 28,182 million yen.

<Modules>

Sales of Modules for the period under review decreased by 13.8% year-on-year to 39,519 million yen.

[Communication Modules]

The Communication Modules category includes short-range wireless communication modules, multilayer ceramic devices, and circuit modules.

For the period under review, sales of the short-range wireless communication modules increased largely for smartphones although the sales decreased significantly for portable media players and automotive electronics, resulting in flat overall sales year-on-year. Sales of multilayer ceramic devices dropped for mobile communication equipment.

As a result, overall net sales posted a year-on-year decrease of 14.8% to 27,263 million yen.

[Power Supplies and Other Modules]

This product category includes power supplies.

For the period under review, while sales of power supplies achieved solid growth for flat-screen TVs, the sales were sluggish for use in other applications. In addition, sales were adversely affected by production adjustment stemming from the component shortage caused by the Great East Japan Earthquake.

As a result, overall net sales posted a year-on-year decrease of 11.5% to 12,256 million yen.

2. Financial Position

Liquidity in hand (cash, short-term investments, available-for-sale securities (government and private debt securities), and long-term deposits) as of June 30, 2011 decreased by 26,787 million yen from March 31, 2011 to 362,025 million yen. Trade accounts receivable decreased by 8,628 million yen to 114,224 million yen, and inventories increased by 11,004 million yen to 121,454 million yen. As a result, total assets as of June 30, 2011 decreased by 21,465 million yen from the end of the previous fiscal year to 967,043 million yen.

The ratio of shareholders' equity to total assets increased by 1.9 percentage points from the end of the previous fiscal year to 85.0% as of June 30, 2011 because of rise in shareholders' equity

by 612 million yen.

Cash flows for the period under review are as follows.

	Millions of yen		
	Three months ended June 30, 2010	Three months ended June 30, 2011	Change
Operating activities	17,623	503	(17,120)
Investing activities	(37,770)	11,024	48,794
Financing activities	(7,434)	(8,920)	(1,486)
Effect of exchange rate changes on cash and cash equivalents	(2,593)	(599)	1,994
Net increase (decrease) in cash and cash equivalents	(30,174)	2,008	32,182
Cash and cash equivalents at end of year	78,603	65,028	(13,575)

	Millions of yen		
	As of June 30, 2010	As of June 30, 2011	Change
Cash and cash equivalents at end of period	78,603	65,028	(13,575)
Short-term investments with the original maturities over three months	32,933	1,179	(31,754)
Available-for-sale securities (Governmental and Private debt securities)	242,462	289,818	47,356
Long-term deposits	6,000	6,000	-
Liquidity in hand	359,998	362,025	2,027

< Net Cash Provided by Operating Activities >

For the period under review, net cash provided by operating activities was 503 million yen. As for the details, net income was 14,240 million yen, depreciation and amortization were 13,795 million yen, and trade notes and accounts receivable decreased by 7,142 million yen, while income taxes payable decreased by 21,842 million yen and inventories increased by 11,654 million yen.

Net cash provided by operating activities decreased by 17,120 million yen from the three months ended June 30, 2010.

< Net Cash Provided by Investing Activities >

For the period under review, net cash provided by investing activities was 11,024 million yen. While cash outflows from payment for purchases of marketable securities, investments and other were 21,916 million yen and those from capital expenditures were 16,090 million yen, cash inflows from maturities and sales of marketable securities, investments and other were 29,870 million yen and those from decrease of short-term investments were 20,126 million

yen.

Net cash provided by investing activities increased by 48,794 million yen from the three months ended June 30, 2010.

< Net Cash Used in Financing Activities >

For the period under review, net cash used in financing activities was 8,920 million yen mainly owing to 10,732 million yen of dividends paid.

Net cash used in financing activities increased by 1,486 million yen from the three months ended June 30, 2010.

3. Projected Results for the Year Ending March 31, 2012

The projected results for the year ending March 31, 2012, as announced on April 28, 2011, have not been revised.

[Cautionary Statement on Forward-looking Statements]

This report contains forward-looking statements concerning Murata Manufacturing Co., Ltd. and its Group companies' projections, plans, policies, strategies, schedules, and decisions. These forward-looking statements are not historical facts; rather, they represent the assumptions of the Murata Group based on information currently available and certain assumptions we deem as reasonable. Actual results may differ materially from expectations owing to various risks and uncertainties. Readers are therefore requested not to rely on these forward-looking statements as the sole basis for evaluating the Group. The Company has no obligation to revise any of the forward-looking statements as a result of new information, future events or otherwise.

Risks and uncertainties that may affect actual results include, but are not limited to, the following: (1) economic conditions of the Company's business environment, and trends, supply-demand balance, and price fluctuations in the markets for electronic equipment and components; (2) price fluctuations and insufficient supply of raw materials; (3) exchange rate fluctuations; (4) the Group's ability to provide a stable supply of new products that are compatible with the rapid technical innovation of the electronic components market and to continue to design and develop products and services that satisfy customers; (5) changes in the market value of the Group's financial assets; (6) drastic legal, political, and social changes in the Group's business environment; and (7) other uncertainties and contingencies.

4. Other

(1) Adoption of simplified and specifically applied accounting method

Income tax expense for the three months ended June 30, 2011 was calculated using reasonably estimated annual effective tax rate for this fiscal year including this period.

(2) Changes in accounting policy

None

Consolidated Balance Sheets (Unaudited)
Murata Manufacturing Co., Ltd. and Subsidiaries

(1) Consolidated Balance Sheets (Assets)

As of March 31, 2011 and June 30, 2011

	Millions of Yen			
	As of March 31, 2011		As of June 30, 2011	
		%		%
Assets	988,508	100.0	967,043	100.0
Current assets	412,233	41.7	391,441	40.5
Cash	48,880		49,553	
Short-term investments	35,445		16,654	
Marketable securities	66,121		62,433	
Trade notes receivable	1,447		1,360	
Trade accounts receivable	122,852		114,224	
Allowance for doubtful notes and accounts	(996)		(929)	
Inventories	110,450		121,454	
Deferred income taxes	19,743		16,931	
Prepaid expenses and other	8,291		9,761	
Property, plant and equipment	283,988	28.7	286,295	29.6
Land	44,125		44,183	
Buildings	274,188		275,341	
Machinery and equipment	586,831		595,140	
Construction in progress	22,607		22,327	
Accumulated depreciation	(643,763)		(650,696)	
Investments and other assets	292,287	29.6	289,307	29.9
Investments in affiliates	-		3,336	
Investments	244,609		238,800	
Deferred income taxes	9,680		10,096	
Other	37,998		37,075	
Total assets	988,508	100.0	967,043	100.0

Consolidated Balance Sheets (Liabilities and Shareholders' Equity)

As of March 31, 2011 and June 30, 2011

	Millions of Yen			
	As of March 31, 2011		As of June 30, 2011	
		%		%
Liabilities	167,364	16.9	145,287	15.0
Current liabilities	110,589	11.2	87,678	9.1
Short-term borrowings	7,841		8,585	
Trade accounts payable	33,598		32,700	
Accrued payroll and bonuses	22,663		15,191	
Income taxes payable	24,623		2,765	
Accrued expenses and other	21,864		28,437	
Long-term liabilities	56,775	5.7	57,609	5.9
Long-term debt	1,047		1,986	
Termination and retirement benefits	53,755		53,930	
Deferred income taxes	767		537	
Other	1,206		1,156	
Shareholders' equity	821,144	83.1	821,756	85.0
Common stock	69,377		69,377	
Capital surplus	102,396		102,396	
Retained earnings	733,862		737,370	
Accumulated other comprehensive loss :	(36,432)		(39,327)	
Unrealized gains on securities	2,535		2,360	
Pension liability adjustments	(422)		(465)	
Unrealized gains (losses) on derivative instruments	(34)		305	
Foreign currency translation adjustments	(38,511)		(41,527)	
Treasury stock, at cost	(48,059)		(48,060)	
Total liabilities and shareholders' equity	988,508	100.0	967,043	100.0

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Three months ended June 30, 2010 and 2011

	Millions of Yen			
	Three months ended June 30, 2010		Three months ended June 30, 2011	
		%		%
Net sales	153,672	100.0	143,232	100.0
Cost of sales	101,100	65.8	95,152	66.4
Selling, general and administrative	21,249	13.8	21,012	14.7
Research and development	9,829	6.4	9,835	6.9
Operating income	21,494	14.0	17,233	12.0
Interest and dividend income	1,008	0.6	1,358	1.0
Interest expense	(9)	(0.0)	(12)	(0.0)
Foreign currency exchange gain	982	0.6	346	0.2
Other - net	(200)	(0.1)	184	0.1
Income before income taxes	23,275	15.1	19,109	13.3
Income taxes	7,811	5.0	6,406	4.5
<Current income tax>	<6,005>		<4,098>	
<Deferred income tax>	<1,806>		<2,308>	
Equity in earnings of affiliates	-	-	1,537	1.1
Net income	15,464	10.1	14,240	9.9

"Gain from a bargain purchase" in Equity in earnings of affiliates for the three months ended June 30, 2011 was recognized by adopting equity method for additional acquisition of shares in Tokyo Denpa Co., Ltd in May. Murata Manufacturing Co., Ltd holds 31.9% of Tokyo Denpa Co., Ltd's issued shares.

Consolidated Statements of Comprehensive Income

Three months ended June 30, 2010 and 2011

	Millions of Yen	
	Three months ended June 30, 2010	Three months ended June 30, 2011
Net income	15,464	14,240
Other comprehensive income (loss), net of tax :		
Unrealized losses on securities	(621)	(175)
Pension liability adjustments	(99)	(43)
Unrealized gains on derivative instruments	734	339
Foreign currency translation adjustments	(8,934)	(3,016)
Other comprehensive loss	(8,920)	(2,895)
Comprehensive income	6,544	11,345

(3) Consolidated Statements of Cash Flows

Three months ended June 30, 2010 and 2011

	Millions of Yen			
	Three months ended June 30, 2010		Three months ended June 30, 2011	
Operating activities:				
Net income		15,464		14,240
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	14,136		13,795	
Losses on sales and disposals of property, plant and equipment	24		120	
Provision for termination and retirement benefits, less payments	661		200	
Deferred income taxes	1,806		2,308	
Equity in earnings of affiliates	-		(1,537)	
Changes in assets and liabilities:				
Decrease (Increase) in trade notes and accounts receivable	(11,042)		7,142	
Increase in inventories	(5,244)		(11,654)	
Increase in prepaid expenses and other	(2,772)		(662)	
Increase (Decrease) in trade notes and accounts payable	2,192		(784)	
Decrease in accrued payroll and bonuses	(5,674)		(7,446)	
Increase (Decrease) in income taxes payable	2,715		(21,842)	
Increase in accrued expenses and other	6,021		6,741	
Other-net	(664)	2,159	(118)	(13,737)
Net cash provided by operating activities		17,623		503
Investing activities:				
Capital expenditures		(8,541)		(16,090)
Payment for purchases of marketable securities, investments and other		(30,045)		(21,916)
Maturities and sales of marketable securities, investments and other		17,792		29,870
Decrease (Increase) in short-term investments		(11,036)		20,126
Increase in investments in affiliates		-		(1,140)
Other		(5,940)		174
Net cash provided by (used in) investing activities		(37,770)		11,024
Financing activities:				
Net increase in short-term borrowings		114		888
Proceeds from long-term debt		-		990
Dividends paid		(7,512)		(10,732)
Other		(36)		(66)
Net cash used in financing activities		(7,434)		(8,920)
Effect of exchange rate changes on cash and cash equivalents		(2,593)		(599)
Net increase (decrease) in cash and cash equivalents		(30,174)		2,008
Cash and cash equivalents at beginning of period		108,777		63,020
Cash and cash equivalents at end of period		78,603		65,028
Additional cash and cash equivalents information:				
Cash		51,168		49,553
Short-term investments		60,368		16,654
Short-term investments with the original maturities over three months		(32,933)		(1,179)
Cash and cash equivalents at end of period		78,603		65,028

	Millions of Yen	
	As of June 30, 2010	As of June 30, 2011
Cash and cash equivalents at end of period	78,603	65,028
Short-term investments with the original maturities over three months	32,933	1,179
Available-for-sale securities (Governmental and Private debt securities)	242,462	289,818
Long-term deposits	6,000	6,000
Liquidity in hand	359,998	362,025

(4) Assumptions for Going Concern

None

(5) Segment Information

Operating Segment Information

The Companies mainly develop, manufacture and sell electronic components and related products.

Operating segments of the Companies are classified based on the nature of products and the Companies recognized Components segment, Modules segment and Others.

		Millions of Yen			
		Three months ended June 30, 2010		Three months ended June 30, 2011	
Components	Sales to :		%		%
	Unaffiliated customers	107,267		103,132	
	Intersegment	2,688		1,802	
	Total revenue	109,955	100.0	104,934	100.0
	Segment income	25,491	23.2	22,143	21.1
Modules	Sales to :		%		%
	Unaffiliated customers	45,860		39,519	
	Intersegment	174		60	
	Total revenue	46,034	100.0	39,579	100.0
	Segment income	3,914	8.5	2,324	5.9
Others	Sales to :		%		%
	Unaffiliated customers	545		581	
	Intersegment	5,023		8,678	
	Total revenue	5,568	100.0	9,259	100.0
	Segment income	620	11.1	1,220	13.2
Corporate and eliminations	Sales to :		%		%
	Unaffiliated customers	-		-	
	Intersegment	(7,885)		(10,540)	
	Total revenue	(7,885)	-	(10,540)	-
	Corporate expenses	(8,531)	-	(8,454)	-
Consolidated	Sales to :		%		%
	Unaffiliated customers	153,672		143,232	
	Intersegment	-		-	
	Total revenue	153,672	100.0	143,232	100.0
	Operating income	21,494	14.0	17,233	12.0

Notes : 1. Major products and businesses included in the operating segments.

(1) Components : Capacitors, Piezoelectric Components

(2) Modules : Communication Modules, Power Supplies

(3) Others : Machinery manufacturing, welfare services, personnel services, education and training services, sales of software

2. Intersegment transactions are based on market prices.

3. Segment income for each operating segments represents net sales, less related costs.

Corporate expenses represent expenses of headquarters functions and fundamental researches.

(6) Significant changes in shareholders' equity

None

(7) Other

July 29, 2011
Murata Manufacturing Co., Ltd.
Listing Code : 6981
(URL <http://www.murata.com/>)

Flash Report (Three months ended June 30, 2011)

Selected Financial Data

Three months ended June 30, 2010 and 2011 / As of June 30, 2010 and 2011

		Consolidated Basis			Parent Co. Basis		
		2010	2011	Growth ratio	2010	2011	Growth ratio
Net sales	Millions of yen	153,672	143,232	(6.8)	135,389	122,251	(9.7)
Operating income	<%>*3 Millions of yen	<14.0> 21,494	<12.0> 17,233	(19.8)	<3.4> 4,642	<1.3> 1,621	(65.1)
Income before income taxes (and extraordinary items) *2	<%>*3 Millions of yen	<15.1> 23,275	<13.3> 19,109	(17.9)	<7.0> 9,513	<8.5> 10,409	9.4
Net income	<%>*3 Millions of yen	<10.1> 15,464	<9.9> 14,240	(7.9)	<5.7> 7,670	<7.8> 9,545	24.4
Total assets	Millions of yen	932,031	967,043	3.8	590,133	607,082	2.9
Shareholders' equity	Millions of yen	799,887	821,756	2.7	399,031	404,441	1.4
Shareholders' equity ratio	%	85.8	85.0	-	67.6	66.6	-
Basic earnings per share	Yen	72.05	66.35	(7.9)	35.74	44.47	24.4
Diluted earnings per share	Yen	72.05	66.35	(7.9)	-	-	-
Shareholders' equity per share	Yen	3,726.83	3,828.65	-	1,859.17	1,884.34	-
Capital expenditures	Millions of yen	8,541	16,090	88.4	1,514	1,919	26.8
Depreciation and amortization	<%> Millions of yen	<9.2>*3 14,136	<9.6>*3 13,795	(2.4)	<3.5>*5 4,562	<3.2>*5 3,877	(15.0)
R & D expenses	<%> Millions of yen	<6.4>*3 9,829	<6.9>*3 9,835	0.1	<6.3>*5 8,319	<8.6>*5 10,221	22.9
Number of employees	*6	<12,579> 34,930	<13,373> 35,593	1.9	6,990	7,005	0.2
Average exchange rates							
Yen/US dollar	Yen	92.02	81.75	-			
Yen/EURO	Yen	117.00	117.40	-			

*1 The consolidated financial statements are prepared in conformity with accounting principles generally accepted in the United States of America.

*2 Consolidated Basis : Income before income taxes, Parent Co. Basis : Income before income taxes and extraordinary items

*3 Ratio to net sales

*4 The diluted earnings per share on Parent Co. Basis is not stated, since there were no dilutive potential securities.

*5 Ratio to net sales excluding revenue from services

*6 Figures in parentheses show the number of employees in overseas countries.

Order, Backlog and Sales

(1) Order and Backlog by Product

<Order>

	Millions of Yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*1		%*1		%
Capacitors	60,393	36.9	54,744	41.3	(5,649)	(9.4)
Piezoelectric Components	24,795	15.2	17,319	13.1	(7,476)	(30.2)
Other Components	31,454	19.2	27,183	20.5	(4,271)	(13.6)
Components Total	116,642	71.3	99,246	74.9	(17,396)	(14.9)
Communication Modules	33,146	20.3	20,489	15.4	(12,657)	(38.2)
Power Supplies and Other Modules	13,773	8.4	12,853	9.7	(920)	(6.7)
Modules Total	46,919	28.7	33,342	25.1	(13,577)	(28.9)
Total	163,561	100.0	132,588	100.0	(30,973)	(18.9)

*1 Component ratio

*2 Figures are based on sales prices to customers.

*3 Exclusive of consumption taxes

*4 The tables by product indicate order, backlog, and sales of electronic components and related products.

<Backlog>

	Millions of Yen					
	As of March 31, 2011		As of June 30, 2011		Change	
		%*1		%*1		%
Capacitors	28,133	34.9	27,039	38.3	(1,094)	(3.9)
Piezoelectric Components	10,741	13.3	8,948	12.7	(1,793)	(16.7)
Other Components	14,489	17.9	13,490	19.1	(999)	(6.9)
Components Total	53,363	66.1	49,477	70.1	(3,886)	(7.3)
Communication Modules	22,353	27.7	15,579	22.0	(6,774)	(30.3)
Power Supplies and Other Modules	4,968	6.2	5,565	7.9	597	12.0
Modules Total	27,321	33.9	21,144	29.9	(6,177)	(22.6)
Total	80,684	100.0	70,621	100.0	(10,063)	(12.5)

*1 Component ratio

*2 Figures are based on sales prices to customers.

*3 Exclusive of consumption taxes

(2) Sales by Product Category, Application and Area

1. Sales by Product Category

	Millions of Yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*1		%*1		%
Capacitors	54,902	35.9	55,838	39.1	936	1.7
Piezoelectric Components	23,183	15.1	19,112	13.4	(4,071)	(17.6)
Other Components	29,182	19.1	28,182	19.8	(1,000)	(3.4)
Components Total	107,267	70.1	103,132	72.3	(4,135)	(3.9)
Communication Modules	32,014	20.9	27,263	19.1	(4,751)	(14.8)
Power Supplies and Other Modules	13,846	9.0	12,256	8.6	(1,590)	(11.5)
Modules Total	45,860	29.9	39,519	27.7	(6,341)	(13.8)
Net sales	153,127	100.0	142,651	100.0	(10,476)	(6.8)

*1 Component ratio

*2 Exclusive of consumption taxes

2. Sales by Application (based on the Company's estimate)

	Millions of Yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*1		%*1		%
AV	20,165	13.2	15,124	10.6	(5,041)	(25.0)
Communications	63,894	41.7	60,309	42.3	(3,585)	(5.6)
Computers and Peripherals	29,990	19.6	28,969	20.3	(1,021)	(3.4)
Automotive Electronics	19,536	12.7	18,844	13.2	(692)	(3.5)
Home and Others	19,542	12.8	19,405	13.6	(137)	(0.7)
Net sales	153,127	100.0	142,651	100.0	(10,476)	(6.8)

*1 Component ratio

*2 Exclusive of consumption taxes

3. Sales by Area

	Millions of Yen					
	Three months ended June 30, 2010		Three months ended June 30, 2011		Change	
		%*1		%*1		%
The Americas	12,363	8.1	11,378	8.0	(985)	(8.0)
Europe	17,454	11.4	18,393	12.9	939	5.4
Greater China	71,516	46.7	66,534	46.6	(4,982)	(7.0)
Asia and Others	26,964	17.6	25,932	18.2	(1,032)	(3.8)
Overseas total	128,297	83.8	122,237	85.7	(6,060)	(4.7)
Japan	24,830	16.2	20,414	14.3	(4,416)	(17.8)
Net sales	153,127	100.0	142,651	100.0	(10,476)	(6.8)

*1 Component ratio

*2 Exclusive of consumption taxes

Quarterly Consolidated Performance

(1) Consolidated Financial Results

	Millions of yen							
	Three months ended June 30, 2010		Three months ended September 30, 2010		Three months ended December 31, 2010		Three months ended March 31, 2011	
		% *1		% *1		% *1		% *1
Net sales	153,672	100.0	161,317	100.0	157,584	100.0	145,381	100.0
Operating income	21,494	14.0	24,762	15.3	18,923	12.0	12,306	8.5
Income before income taxes	23,275	15.1	24,187	15.0	19,906	12.6	14,694	10.1
Net income	15,464	10.1	15,602	9.7	12,738	8.1	9,688	6.7

	Millions of yen	
	Three months ended June 30, 2011	
		% *1
Net sales	143,232	100.0
Operating income	17,233	12.0
Income before income taxes	19,109	13.3
Net income	14,240	9.9

*1 Ratio to net sales

(2) Sales by Product Category

	Millions of yen							
	Three months ended June 30, 2010		Three months ended September 30, 2010		Three months ended December 31, 2010		Three months ended March 31, 2011	
		% *1		% *1		% *1		% *1
Capacitors	54,902	35.9	59,270	36.9	53,709	34.2	53,546	37.0
Piezoelectric Components	23,183	15.1	22,834	14.2	20,165	12.9	20,260	14.0
Other Components	29,182	19.1	31,153	19.4	28,789	18.3	27,857	19.2
Components Total	107,267	70.1	113,257	70.5	102,663	65.4	101,663	70.2
Communication Modules	32,014	20.9	33,884	21.1	41,806	26.6	30,579	21.1
Power Supplies and Other Modules	13,846	9.0	13,581	8.4	12,481	8.0	12,581	8.7
Modules Total	45,860	29.9	47,465	29.5	54,287	34.6	43,160	29.8
Net sales	153,127	100.0	160,722	100.0	156,950	100.0	144,823	100.0

	Millions of yen	
	Three months ended June 30, 2011	
		% *1
Capacitors	55,838	39.1
Piezoelectric Components	19,112	13.4
Other Components	28,182	19.8
Components Total	103,132	72.3
Communication Modules	27,263	19.1
Power Supplies and Other Modules	12,256	8.6
Modules Total	39,519	27.7
Net sales	142,651	100.0

*1 Component ratio

*2 Exclusive of consumption taxes